

<i>SERFF Tracking Number:</i>	<i>PHAR-125270710</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>Pharmacists Mutual Insurance Company</i>	<i>State Tracking Number:</i>	<i>AR-PC-07-026053</i>
<i>Company Tracking Number:</i>	<i>AR-FIM-01-08-R</i>		
<i>TOI:</i>	<i>09.0 Inland Marine</i>	<i>Sub-TOI:</i>	<i>09.0000 Inland Marine Sub-TOI Combinations</i>
<i>Product Name:</i>	<i>Farm Inland Marine</i>		
<i>Project Name/Number:</i>	<i>Initial LCM Filing/Adopt AAIS' new Farm Inland Marine Program</i>		

Filing at a Glance

Company: Pharmacists Mutual Insurance Company

Product Name: Farm Inland Marine	SERFF Tr Num: PHAR-125270710	State: Arkansas
TOI: 09.0 Inland Marine	SERFF Status: Closed	State Tr Num: AR-PC-07-026053
Sub-TOI: 09.0000 Inland Marine Sub-TOI	Co Tr Num: AR-FIM-01-08-R	State Status:
Combinations		
Filing Type: Rate	Co Status:	Reviewer(s): Becky Harrington, Betty Montesi, Brittany Yielding
	Author: Heidi Allen	Disposition Date: 09/12/2007
	Date Submitted: 09/11/2007	Disposition Status: Filed
Effective Date Requested (New): 01/01/2008		Effective Date (New): 01/01/2008
Effective Date Requested (Renewal): 01/01/2008		Effective Date (Renewal): 01/01/2008

General Information

Project Name: Initial LCM Filing	Status of Filing in Domicile: Pending
Project Number: Adopt AAIS' new Farm Inland Marine Program	Domicile Status Comments:
Reference Organization: AAIS	Reference Number: AAIS-2007-24R
Reference Title:	Advisory Org. Circular:
Filing Status Changed: 09/12/2007	
State Status Changed: 09/11/2007	Deemer Date:
Corresponding Filing Tracking Number: AR-FIM-01-08-F	
Filing Description:	

Pharmacists Mutual Insurance Company is a member of AAIS for our Farm Inland Marine program. AAIS has recently created a new Farm Inland Marine program. The purpose of this filing is to submit the loss cost multiplier we wish to use with this new program. The loss cost multiplier currently used with our PIM program is 1.718. Since AAIS's new FIM program is a subset of their old PIM program, using the same multiplier will result in no rate change to our insureds.

We would like this filing to be effective for all policies on and after January 1, 2008.

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Filing Company: Pharmacists Mutual Insurance Company State Tracking Number: AR-PC-07-026053
Company Tracking Number: AR-FIM-01-08-R
TOI: 09.0 Inland Marine Sub-TOI: 09.0000 Inland Marine Sub-TOI Combinations
Product Name: Farm Inland Marine
Project Name/Number: Initial LCM Filing/Adopt AAIS' new Farm Inland Marine Program

Company and Contact

Filing Contact Information

Heidi Allen, Heidi.Allen@phmic.com
PO Box 370 (800) 247-5930 [Phone]
Algona, IA 50511 (515) 295-9306[FAX]

Filing Company Information

Pharmacists Mutual Insurance Company CoCode: 13714 State of Domicile: Iowa
808 Highway 18 West Group Code: 775 Company Type: Mutual
P.O. Box 370
Algona, IA 50511 Group Name: State ID Number:
(800) 247-5930 ext. [Phone] FEIN Number: 42-0223390

Filing Fees

Fee Required? Yes
Fee Amount: \$50.00
Retaliatory? No
Fee Explanation: Initial Rate/Rule Filing
Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Pharmacists Mutual Insurance Company	\$50.00	09/11/2007	15543906

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<i>TOI:</i>	<i>09.0 Inland Marine</i>	<i>Sub-TOI:</i>	<i>09.0000 Inland Marine Sub-TOI Combinations</i>
<i>Product Name:</i>	<i>Farm Inland Marine</i>		
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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Becky Harrington	09/12/2007	09/12/2007

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<i>Filing Company:</i>	<i>Pharmacists Mutual Insurance Company</i>	<i>State Tracking Number:</i>	<i>AR-PC-07-026053</i>
<i>Company Tracking Number:</i>	<i>AR-FIM-01-08-R</i>		
<i>TOI:</i>	<i>09.0 Inland Marine</i>	<i>Sub-TOI:</i>	<i>09.0000 Inland Marine Sub-TOI Combinations</i>
<i>Product Name:</i>	<i>Farm Inland Marine</i>		
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Disposition

Disposition Date: 09/12/2007

Effective Date (New): 01/01/2008

Effective Date (Renewal): 01/01/2008

Status: Filed

Comment:

Rate data does NOT apply to filing.

SERFF Tracking Number: PHAR-125270710 State: Arkansas
Filing Company: Pharmacists Mutual Insurance Company State Tracking Number: AR-PC-07-026053
Company Tracking Number: AR-FIM-01-08-R
TOI: 09.0 Inland Marine Sub-TOI: 09.0000 Inland Marine Sub-TOI Combinations
Product Name: Farm Inland Marine
Project Name/Number: Initial LCM Filing/Adopt AAIS' new Farm Inland Marine Program

Item Type	Item Name	Item Status	Public Access
Supporting Document	Filing Memorandum	Filed	Yes
Supporting Document	Loss Cost Filing Form RF2	Filed	Yes

SERFF Tracking Number: PHAR-125270710 State: Arkansas
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Product Name: Farm Inland Marine
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Supporting Document Schedules

Review Status:
Satisfied -Name: Filing Memorandum **Filed** 09/12/2007
Comments:
Attachment:
FIM Rate Filing Mem 01-08.pdf

Review Status:
Satisfied -Name: Loss Cost Filing Form RF2 **Filed** 09/12/2007
Comments:
Attachment:
NAIC Loss Cost Filing Doc RF2.pdf

PHARMACISTS MUTUAL INSURANCE COMPANY

Farm Inland Marine COUNTRYWIDE Rate Filing Memorandum

Pharmacists Mutual Insurance Company (PhMIC) is a member and subscriber of AAIS for its new Farm Inland Marine program. Because the Farm Inland Marine Program has been created from the farm components of AAIS's present Personal Inland Marine program, PhMIC will be applying the loss cost multiplier (LCM) currently used with the Personal Inland Marine program to the loss costs of the new Farm Inland Marine program. By maintaining the same LCM, our insureds will see no rate change with these coverages through this new program adoption.

We are not filing any company exceptions to this program.

FORM RF2-Reference filing abstract NAIC LOSS COST FILING DOCUMENT—OTHER THAN WORKERS' COMPENSATION

CALCULATION OF COMPANY LOSS COST MULTIPLIER

This filing transmittal is part of Company Tracking #	AR-FIM-01-08-R
This filing corresponds to form filing number <small>(Company tracking number of form filing, if applicable)</small>	

☒ **Loss Cost Reference Filing** ☐ **Independent Rate Filing**
(Advisory Org. & Reference filing #) AAIS; AAIS-2007-24R, state # AR-PC-07-023578

If this is a loss cost filing adopting an advisory organization's loss costs, the above insurer hereby declares that it is a member, subscriber or service purchaser of the named advisory organization for this line of insurance. The insurer hereby files (to be deemed to have independently submitted as its own filing) the prospective loss costs in the captioned Reference Filing. The insurer's rates will be the combination of the prospective loss costs and the loss cost multipliers and, if utilized, the expense constants specified in the attachments.

1. Check one of the following:

- ☒ The insurer hereby files to have its loss cost multipliers and, if utilized, expense constants be applicable to future revisions of the advisory organization's prospective loss costs for this line of insurance. The insurer's rates will be the combination of the advisory organization's prospective loss costs and the insurer's loss cost multipliers and if utilized, expense constants specified in the attachments. The rates will apply to policies written on or after the effective date of the advisory organization's prospective loss costs. This authorization is effective until disapproved by the Commissioner, or until amended or withdrawn by the insurer.

Note: Some states have statutes that prohibit this option for some lines of business.

- ☐ The insurer hereby files to have its loss cost multipliers and, if utilized, expense constants be applicable only to the above Advisory Organization Reference Filing.

2. Line, Subline, Coverage, Territory, Class, etc. combination to which this page applies: Inland Marine_____

3. Loss cost modification:

A. The insurer hereby files to adopt the prospective loss costs in the captioned reference filing:

(Check One):

- ☐ Without Modification (factor = 1.000)
- ☒ With the following modification(s). (Cite the nature and percent modification, and attach supporting data and/or rationale for the modification.) 18%

B. Loss Cost Modification Expressed as a Factor: (See Examples Below) 1.18; The loss cost multiplier currently used with our PIM program is 1.718, and uses this modification factor.

Example 1: Loss cost Modification Factor: If your company's loss cost modification is -10%, a factor of .90 (1.000 - .100) should be used.

Example 2: Loss cost Modification Factor: If your company's loss cost modification is =15%, a factor of 1.15 (1.000 + .150) should be used.

NOTE: IF EXPENSE CONSTANTS ARE UTILIZED ATTACH "EXPENSE CONSTANT SUPPLEMENT" OR OTHER SUPPORTING INFORMATION. DO NOT COMPLETE ITEMS 4-8 BELOW.

4. Development of Expected Loss Ratio. (Attach exhibit detailing insurer expense data and/or other supporting information.

		Selected Provisions	
A.	Total Production Expense	18.5	%
B.	General Expense	5.0	%
C.	Taxes, Licenses & Fee	2.5	%
D.	Underwriting profit & Contingencies (explain how investment income is taken into account)	5.0	%
E.	Other (explain) INVESTMENT INCOME LI = Liability; PD = Physical Damage		
F.	Total		

5.	A.	Expected Loss Ratio: $ELR = 100\% - 4F = A$	69.0	%
	B.	ELR in Decimal Form =	.6900	
6.		Company Formula Loss Cost Multiplier (3B/5B)	1.710	
7.		Company Selected Loss Cost Multiplier = . Since AAIS's new FIM program is a subset of their old PIM program, using the same multiplier will result in no rate change to our insureds. (Attach explanation for any differences between 6 and 7)	1.718	
8.		Rate Level Change for the coverage(s) to which this page applies	0.0 - initial	